GOVERNMENT OF INDIA
CORPORATE AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:6849
ANSWERED ON:17.05.2012
UNFAIR MARKET PRACTICES OF NSE
Rane Dr. Nilesh Narayan

Will the Minister of CORPORATE AFFAIRS be pleased to state:

(a) whether the Competition Commission of India has held the National Stock Exchange guilty of indulging in unfair market practices and levied a penalty on them;

(b) if so, the details thereof ; and

(c) the action being taken by the Government in this regard?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF CORPORATE AFFAIRS (SHRI R. P. N. SINGH)

(a) Yes, Madam.
(b) M/s MCX Stock Exchange Ltd. (MCX) filed a case against M/s National Stock Exchange & Others alleging violation of provisions of section 4 (abuse of dominance) of the Competition Act, 2002. The Commission considered the matter and imposed a penalty of Rs.55.50 crores on National Stock Exchange for contravention of the provisions of the Competition Act, 2002, vide its order dated 23.06.2011. On the appeal filed by NSE against this Order of CCI, the Competition Appellate Tribunal (COMPAT) has stayed the recovery proceedings.

(c) CCI & COMPAT being Quasi-judicial bodies, no action is required to be taken by the Government.